USG

cc: Paul Task# 1767

United States Gypsum Company

550 West Adams Street Chicago, IL 60661-3676 312 436-4000 Fax: 312 672-4093

Founded in 1902

pleuse Eile

March 27, 2007

Beth Eriksen
State of Utah
Department of Natural Resources
Division of Oil, Gas and Mining
1594 West North Temple Suite 1210
Box 145801
Salt Lake City, Utah 84114-5801

RE: Letter of transmittal for REVISED San Rafael-Kimball Draw S/015/075 reclamation surety

Dear Ms. Eriksen:

The enclosed documents and maps are revisions to the San Rafael-Kimball Draw reclamation surety, as directed by your letter dated January 25, 2007, and per Mr. Haddock's letter dated March 13, 2007.

The revisions are listed on the enclosed Form MR-REV-att.doc. Attached to the Application for Mineral Mine Plan Revision form are the revised maps and documents with changes recommended by the Division. These changes include appropriate executive signatures and correcting the quarry locations on the maps and in other parts of the forms.

Please notify me if additional changes are needed.

Thank you for your help and concern in this matter.

Respectfully,

Joseph E. Crawford

Manager, USG Geological Services

312-436-5707

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DIV. OF OIL, GAS & MINING

Form MR-REV-att (DOGM — Revise/Amend Change Form) (Revised September 14, 2005)

Application for Mineral Mine Plan Revision or Amendment

Mine	Name:	Pafael -	File Number: M/ 015 /075 Kimball Draw Thining and reclamation plan that will be required as a result of this change. Individually list all			
maps and pages, or	drawings that are to other information as tion and drawing	o be added, repla s needed to speci numbers as part	ced, or removed from the plan. Include changes of the table of contents, section of the plan, fically locate, identify and revise or amend the existing Mining and Reclamation Plan. Include of the description.			
DETAILED SCHEDULE OF CHANGES TO THE MINING AND RECLAMATION PLAN DESCRIPTION OF MAP, TEXT, OR MATERIALS TO BE CHANGED						
□ ADD	□ REPLACE	REMOVE	1999 NOI MR-SMO			
ADD	□ REPLACE	□ REMOVE				
□ ADD	□ REPLACE	□ REMOVE	2006 Enfire revised MR-SMO per instruction of Beth Friksen (UDOGM)			
□ ADD	□ REPLACE	□ REMOVE				
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s appli vs of U	cation is true	and correct ce to comm	sible official of the applicant and that the information contained in to the best of my information and belief in all respects with the itments and obligations, herein. Mgr Gedgial Services Sign Name, Position 2/5/2006			
turn to:	01-1(114-1					
	State of Utah Department of I Division of Oil, 0 1594 West Nort Box 145801	Gas and Minin	g FOR DOGM USE ONLY:			

Instructions - Amend or Revise Mining Plan

O:\FORMS\MR-REV-att.doc

Phone: (801) 538-5291 Fax: (801) 359-3940

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DEC 07 2006

Form MR-REV-att (DOGM - Revise/Amend Change Form) (Revised September 14, 2005)

Application for Mineral Mine Plan Revision or Amendment

Operator: UNITED STATES GYDSUM COMPANY								
Operator: United STATES Gypsom Company Mine Name: San Rafael - Kimball Draw File Number: M/015 1075								
Provide a detailed listing of all changes to the mining and reclamation plan that will be required as a result of this change. Individually list all maps and drawings that are to be added, replaced, or removed from the plan. Include changes of the table of contents, section of the plan, pages, or other information as needed to specifically locate, identify and revise or amend the existing Mining and Reclamation Plan. Include page, section and drawing numbers as part of the description.								
DETAILED SCHEDULE OF CHANGES TO THE MINING AND RECLAMATION PLAN								
	7		DESCRIPTION OF MAP, TEXT, OR MATERIALS TO BE CHANGED					
□ ADD	REPLACE	□ REMOVE	P. 2 Form MR-SMO with enclosed p. 2 Form MR-SMO					
□ ADD	TO REPLACE	□ REMOVE	P. 4 Form MR-SMO with enclosed P. 4 Form MR-SMO					
□ ADD	REPLACE	□ REMOVE	P. TForm MR-SMO with enclosed P. T Form MR-SMO					
□ ADD	REPLACE	□ REMOVE	Amendment Attachment 1 map with enclosed revised map					
□ ADD	REPLACE	□ REMOVE	Amendment Attachment 2. with revised Attach. 2.					
□ ADD	REPLACE	□ REMOVE	P. 5 Form MR-RC (SMO) with enclosed p. 5 MR-RC (SMO)					
□ ADD	REPLACE	□ REMOVE	Map after Fact Sheet with new enclosed map					
□ ADD	□ REPLACE	□ REMOVE						
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hereby certify that I am a responsible official of the applicant and that the information contained in this application is true and correct to the best of my information and belief in all respects with the aws of Utah in reference to commitments and obligations, herein. JOE E. CRAWFORD Print Name Sign Name, Position Services								
			Sign Name, Position Date 3/22/07					
Return to:	State of Utah							
[] 1 E S	Department of N Division of Oil, 0 1594 West Nortl Box 145801 Salt Lake City, U Phone: (801) 53	Gas and Minir h Temple, Su Utah 84114-5	rite 1210 FOR DOGM USE ONLY: File #: M/ / Approved: Bond Adjustment: from (\$)					
\FORMS\MR-REV-att.doc								

Instructions - Amend or Revise Mining Plan

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Entities Representative (if different from #2) Name:					
Address:					
City State Zin:					
Dhone:	Fax:				
E mail Address:	Fax				
E-mail Address.					
If Partnership or S	ole Proprietor:				
Name of 1st partne	r / Sole Proprietor:				
Name	i / Gold i Topilotoi.				
Address:	•				
City State Zin:					
City, State, Zip					
FIIOHE.	rax.				
E-mail Address:					
If Partnership:					
Name of 2 nd Partne	ar.				
Address:	er:				
Addicss.					
Frione.	Fax:				
If Corporation:	Tames S Motoslf	Title: Procident (COO			
nume of officers.	Dominic A Dannesse	Title: President & COO Title: Vice President			
	Variant I I a t	Title: Vice President			
	Karen L. Leets	Title: <u>Vice President & Trea</u>			
		Title:			
If Limited Liability C	company: Member Managed □	Manager Managed □			
Name of 1 st Member	r/Manager:				
Address:	Eav:				
City, State, Zip:					
Phone:	Fax:				
E-mail Address:					
Address:	r/Manager:				
Address:					
Oity, Otate, Zip.					
Phone:	Fax:				
E-mail Address:					
Name of 3 rd Member	/Manager:				
Address:					
City, State, Zip:					
Oity, Otato, Lip.	Fax:				
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E-mail Address:	I ax				



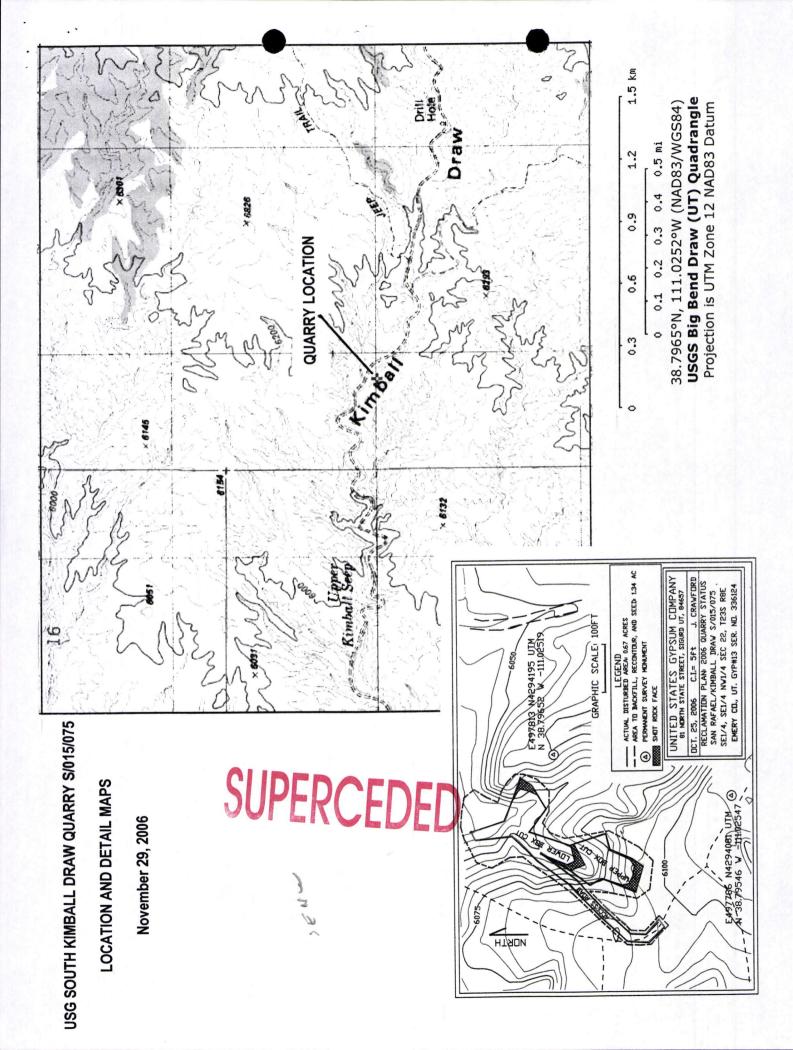
II. PROJECT LOCATION & MAP (Rule R647-3-105)

1.	<u>Project Location</u> (legal description):				
Coun	nty(ies):_ Emery				
SE	1/4, of SE 1/4, of NW 1/4: Section: 22 Township: 23S Range: 8E 1/4, of 1/4, of 1/4, of 1/4, of 1/4. Section: Township: Range: 1/4, of 1/4, of 1/4. Section: Township: Range: Name: Na				
	East 497813 (if known) UTM North 4294195 (If known)				
Name	e of Quad Map for Location: USGS Big Bend Draw 1:24000				
2.	An accurate topographic base map showing the location of the proposed small mining operation must be submitted with this notice. The areas to be disturbed including access roads, must be plotted in sufficient detail so that they can be located on the ground. It is recommended that the Permittee / Operator also photo document, plot and label any pre-existing disturbances in the immediate vicinity that he is not responsible for.				
3.	The proposed (5 acre or less) disturbed area boundary (including access/haul roads) should be marked in the field ON THE GROUND with metal T-Posts (or with some other marker of equal effectiveness). Markers should be appropriately spaced so that the next marker in either direction is clearly visible with the naked eye.				
OPE	RATION PLAN (Rule R647-3-106)				
1.	Type of mining: Surface ☐ Underground □				
2.	Mineral(s) to be mined: Gypsum				
3.	Amount of material to be extracted, moved or proposed to be moved: approx 3,200 cu yds soils and rock for reclamation recontouring				
4.	Will any water, liquid chemicals, reagents, or other solutions be used, produced or discharged as part of the mining or milling process? Yes □ No □ If yes, please describe (add extra pages if needed)				
5.	Provide a brief description of the proposed mining operation and onsite processing facilities (add extra pages if necessary).				
	This quarry is being closed and reclaimed; attached is a brief description of the operations.				
	CHDENCENE				
6.	□ New Road(s): Length(ft) Width(ft)				
7	☐ Improved Road(s): Length (ft) Width (ft)				

Small Mine Notices require a \$150.00 fee which must accompany this application or it cannot be processed by the Division.

NOTICE: The following person(s) are authorized and designated to receive Notices of Violations, Cessation Orders and all other Notices required by the Division to be given to the permittee or operator:

	Name: Bruce Allen (Plant Manager)
	Address: 81 North State Street
	City, State, Zip: Sigurd, UT 84657
	Phone: _435_896_2400
	Name: Clint Hattaway (Quarry Manager)
	Address: 81 North State Street
	City State Zin: Sigurd, UT 84657
	Phone: 435-896-2400 Fax: 435-896-2407
	E-mail Address:chattaway@usg.com
VIII. SI	GNATURE REQUIREMENT
- 5	
(Please o	heck the box and place your initials on the line provided)
	I have enclosed the required permit fee.
	☐ I have enclosed a complete Reclamation Contract (Form MR-RC) and the
	appropriate reclamation surety amount or have made arrangements as to when the surety will be furnished.
	I understand that I am not authorized to create any surface disturbance until the
	surety amount is posted and approved in writing from the Division of Oil, Gas and Mining and any other authorized regulatory agency.
CERTIFIC	CATION
	der penalty of perjury under the laws of the state of Utah and the United States of
á	a. I have read this form and declare the information, statements and/or documentation
	are true, correct and complete to the best of my knowledge and belief; AND
	b. I commit to the reclamation of the aforementioned small mining project as required by the Utah Mined Land Reclamation Act (40-8) and the rules as specified by the
	Board of Oil, Gas and Mining.
	c. This certification must be executed by an executive officer if the applicant is a
	corporation; by a partner if applicant is a partnership (general or limited);
	owner if applicant is a sole proprietorship; member or manager if applicant is a
	limited liability company.
Signat	ure: SP Date: CE OF D
	(typed or printed):
	osition (if applicable): Executive Vice Prosineni, Manufacturia
	MS\Notices\mr-smo-2005.doc
O OI (I	10 11 10 10 00 0 11 11 0 11 0 11 0 11



Amendment Attachment 2.

Part III. OPERATION PLAN (Rule 647-3-106)

5. Provide a brief description of the proposed mining operation and onsite processing facilities.

The mining of gypsum for test purposes at the San Rafael-Kimball Draw quarry S/015/075 was conducted by USG in 1999 under an approved Division of Oil, Gas and Mining Notice of Intention to Commence Small Mining Operations (NOI). The NOI was received by the Division in May 1999.

This description amends the 1999 NOI, and describes only a proposed reclamation plan of operation because the mining operation has ceased. USG does not intend to pursue future mine development in the Kimball Draw area.

A very small amount of gypsum was removed from the site--probably no more than a few hundred tons—and resulted in development of a small quarry consisting of two narrow box-cuts and a turn-around area. The current disturbance is shown in the below photos and in the map in **Amendment Attachment 1**. The area of the disturbance is 0.67 acre as determined by GPS surveying methods. The site was photographed (as below) and mapped by USG in October 2006. No solid waste materials were noted on-site.

An on-site inspection of the small quarry was conducted by specialist Paul Baker of the Division in 2003. In a letter to USG dated March 10, 2003, he provided recommendations on how to proceed with the reclamation. His recommendations included pulling material out of a small drainage and placing it in the access road to prevent access by ORV's. He also recommended that USG backfill two small exploration trenches immediately to the south of the USG quarry, located at the top of the hill. These trenches predate USG's operations. USG will comply with Mr. Baker's recommendations.

USG will comply with all requirements, as listed in **NOI Part IV, OPERATION AND RECLAMATION PRACTICES.**

The quarry faces will be backfilled with loose materials from a site near the access point to the quarry. This material consists of soils and poorly-sorted gypsiferous gravel and clay alluvium associated with the drainage of Kimball Draw. All disturbed areas, including pits, access roads, quarry faces and benches, will be graded to blend with the surrounding topography. Natural drainage patterns will be restored and channels reconstructed to facilitate normal runoff and prevent gully formation. All slopes in the disturbed area will be contoured to 3:1 (horizontal:vertical) or less. The equipment used during reclamation will consist of a bulldozer (with ripper attachment) and a tracked excavator.

Seed bed preparation will consist of moderate ripping or disking soils along contours to roughen up the surface for better seed emplacement. The following seed mixture will be used for revegetation, unless modified by the Division:

Common Name	Scientific Name	Pounds per acre
Galleta grass	Hilaria jamesii	2
Indian ricegrass	Oryzopsis hymenoides	4
Needle-and-thread grass	Stipa comata	2
Prostrate kochia	Kochia prostrata	3
Shadscale	Atriplex confertifolia	2
Green Mormon tea	Ephedra viridis	3
Scarlet globemallow	Sphaeralcea coccinea	2



Upper box cut quarry face, October 2006. View toward southwest



General southerly view of the quarry, October 2006. Quarry face at top of photo is enlarged in above photo with George Mynar





General view of quarry and access road, looking north; note box cut to left and turn-around to right—note backpack on left for scale

